#### Nevada Attorney General's Health Care Summit

Presented by Charles Duarte, Administrator Division of Health Care Financing and Policy

Patient Protection and Affordable Care Act (Section 2703)

# **HEALTH HOMES**

# HEALTH HOME

- \* Also called Medical Home
- "One stop shop"
- Communication among all providers is essential
- \* Reimbursed for achieving quality and/or cost goals
- × Goals:
  - + Expand access to health care
  - + Improve health outcomes
  - + Increase patient satisfaction with care
  - + Reduce expenditures
  - + Reduce duplication of services

### RFI RESPONSES - APRIL, 2010

- × Nine submissions
- Community feedback in planning process
- Coordination with other agencies
- Need IT training and funding
- Help with becoming a medical home
- Suggestions to create rewards/deterrents (copays) related to appropriate ER use, etc.
- Limited Level III population could be challenging
- Communication among providers needed
- Focus on long-term savings

### **SECTION 2703 OF HEALTH REFORM**

- State Medicaid Option to Provide Health Homes for Enrollees with Chronic Conditions
- × 90% Federal Funding for two years
- Funds will be available January 1, 2011
- × Planning grants also available Jan. 2011
  - + Must be matched at the state's regular rate

### **ELIGIBLE INDIVIDUALS**

- × 2 chronic conditions;
- \* 1 chronic condition and is at risk of having a second chronic condition; or,
- \* 1 serious and persistent mental health condition

- Chronic condition definition includes, but is not limited, to the following:
  - + A mental health condition
  - + Substance use disorder
  - + Asthma
  - + Diabetes
  - + Heart disease
  - + Being overweight, as evidenced by having a Body Mass Index (BMI) over 25

## REQUIREMENTS

- Hospitals referrals to designated providers
- Coordinate with the Substance Abuse and Mental Health Services Administration
- Methodology for tracking avoidable hospital readmissions and calculating cost savings
- Proposal for use of HIT, including wireless patient technology
- Reporting of quality measures by designated providers to the State

#### FEDERAL COSTS

- FMAP portion of planning grant
- Regular FFS Rates\*
- 90% of the incentive rates
- IT costs (EMR Incentive Program)

#### STATE COSTS

- Planning grants must be matched at the state's regular rate
- Regular FFS rates (\*unless this is included in the 90% FMAP; unclear at this time)
- x 10% of the incentive rates
- Care managers\*\*
- Practice facilitators
- Actuary

## **NEXT STEPS**

- Complete cost-benefit analysis
- Work with EHR Incentive Program team to identify providers with sufficient IT capabilities
- Receive guidance from CMS on planning grants and program details
- Submit planning grant application
- Hire consultant to assist with SPA
- Develop Community Advisory Board